

States as a result of the intelligence activities of the Soviet Union directed at the new United States Embassy in Moscow.

SNC. ISL UNITED STATES-SOVIET RECIPROCITY IN MATTERS RELATING TO EMBASSIES.

Ia) REGIMENT FOR RECIPROCITY IN CERTAIN MATTERS.—The Secretary of State shall exercise the authority granted in title II of the State Department Basic Authorities Act of 1958 (relating to foreign missions) to obtain the full cooperation of the Soviet Government in achieving the following objectives by October 1, 1989:

(1) FINANCE.—United States diplomatic and consular posts in the Soviet Union not pay more than fair value for goods or services as a result of the Soviet Covernment's control over Soviet currency valuation and over the pricing of goods and services.

121 Access to Goods and Services.—United States diplomatic and consular posts in the Soviet Union have full access to goods and services, including utilities.

(3) REAL PROPERTY.—The real property used for affice purposes, the real property used for residential purposes, and the real property used for residential purposes, and the real property used for all other purposes by United States diplomatic and consular posts in the Soviet Union is comparable in terms of quantity and quality to the real property used for each of those purposes by diplomatic and consular posts of the Soviet mission to the United States.

(b) Soviet Consulates in the United States.—The Secretary of State shall not allow the Soviet mission to the United States to occupy any new consulate in the United States until the United States mission in Klev is able to occupy secure permanent facilities.

(c) Secretary of the Treasury.—The Secretary of the Treasury shall provide to the Secretary of State such assistance with respect to the implementation of paragraph (1) of subsection (a) as the Secretary of State may request.

Id Reports to Concress.—Not later than 60 days after the date of enactment of this Act and annually thereafter, the Secretary of State shall submit to the Congress a report setting forth the actions taken and planned to be taken in currying out subsection (a).

of section 202(a) of the title II of the State Department Basic Authorities Act of 1956 (22 U.S.C. 4302(a)(1); commonly referred to as the Foreign Missions Act) is amended—

(1) by sirking out "and" at the end of subparagraph (E);

(2) in subparagraph (F), by incerting "and" after "services,", and

(3) by inserting after subparagraph (F) the following new subparagraph:

"(G) Anancial and currency exchange services,".

SEC. ISA REPORT ON PERSONNEL OF SOVIET STATE TRADING EMPERPRISES.

Not later than 60 days after the date of enactment of this Act, the Secretary of State shall submit to the Congress a report discussing whether the number of personnel of Soviet state trading enterprises in the United States should be reduced.

SEC. 111 PERSONNEL SECURITY PROGRAM FOR EN-BASSIES IN BIGH INTELLIGENCE TRREAT COUNTRIES.

las Speciel Security Program.—The Sciretary of State shall develop and implement, within three months after the date of enactment of this Act a special personnel security program for personnel of the Department of State assigned to United States diplomatic and consular posts in high intelligence threat countries who are responsible for security at those posts and for any individuals performing guard functions at those posts. Such program shall include(1) selection enterna and screening to ensure suitability for assignment to high intelligence threat countries:

12) counterintelligence awareness and related training;

(3) security reporting and command arrangements designed to counter intelligence threats; and

(4) length of duty criteria and policies regarding rest and recuperative absences.

(b) REPORT TO CONGRESS.—Not later than 6 months after the date of encotment of this subsection, the Secretary of State shall report to the Congress on the special personnel security program required by subsection (a).

(c) Definition.—As used in subsection (a), the term "high intelligence threat country" means—

11) a country listed as a Communist country in section 620(f) of the Foreign Assistance Act of 1961; and

(2) any other country designated as a high intelligence threat country for purposes of this section by the Secretary of Slate, the Secretary of Defense, the Director of Central Intelligence, or the Director of the Federal Bureau of Investigation.

SEC ISA ACCOUNTABILITY REVIEW BOARDS

(a) ESTABLISHMENT OF A BOARD.—Section 301 of the Diplomatic Security Act 122 U.S.C. 6821) is emerded—

(11) by inserting ", and in any case of a serious breach of security involving intelligence activities of a foreign government directed at a United States Government mission abroad," after "mission abroad"; and

12) by inserting after the first sentence thereof the following new sentence: "With respect to breaches of security involving intelligence activities, the Secretary of State may delay establishing an Accountability Review Board if, after consultation with the Chairman of the Select Committee on Intelligence of the Senate and the Chairman of the Permanent Select Committee on Intelligence of the House of Representatives, the Secretary determines that doing so would compromise intelligence sources and methods. The Secretary shall promptly advise the Chairmen of such committees of each determination purruant to this section to delay the establishment of an Accountability Review Board.

(b) BOLRD FINDINGS.—Section 304(a) of that Act 122 U.S.C. 4834(a)) is amended by inserting "or surrounding the serious breach of security involving intelligence activities of a foreign government directed at a United States Government mission abroad (as the case may be)" after "mission abroad" the fint-place it appears.

SEC ISL) PROHIBITION ON CERTAIN EMPLOYMENT
AT UNITED STATES DIPLOMATIC AND
CONTLIAR HISTORY IN COMMUNIST
COUNTLIES

fal Promission.—After September 30, 1990, no national of a Communist country may be employed as a foreign national employee in any area of a United States diplomatic or consular facility in any Communist country where classified materials are maintained.

(b) DEFINITION.—As used in this section, the term "Communist country" means a country listed in section 6201f) of the Foreign Assistance Act of 1261.

les Additional Funds for Himmo United States Chilled—The Congress expresses its willingness to provide additional funds to the Department of State for the expenses of employing United States nationals to replace the individuals dismused by reason of subsettie 'al.

(d) REPORT AND REQUEST FOR FUNDS.—As a part of the Department of State's authorization request for fiscal years 1980 and 1991, the Secretary of State, in consultation with the heads of all relevant agencies, shall submit—

11) a report which shall include-

IA) a feasibility study of the implementation of this section; and

(B) an analysis of the impact of the imple mentation of this section on the budget o the Department of State; and

(2) a request for funds necessary for the timplementation of this section pursuant to the findings and conclusions specified in the report under paragraph (1).

le) WAIVER—The President may waive thi section—

(1) if funds are not specifically authorized and appropriated to carry out this section or

(2) the President determines that it is in the national security interest of the United States to continue to employ foreign service nationals.

The President shall notify the appropriate committees of Congress each time he make the waiver conferred on him by this section SEC. ISA TERMINATION OF RETIREMENT BENEFIT: FOR FOREIGN NATIONAL EMPLOYEE ENGAGING IN HOSTILE INTELLIGENCY.

IST TERMINATION.—The Secretary of State shall exercise the authorities available to shall exercise the authorities available to shim to ensure that the United States does not provide, directly or indirectly, any retirement benefits of any kind to any present or former foreign national employee of a United States diplomatic or consular post against whom the Secretary has convincing evidence that such employee has engaged in intelligence activities directed against the United States. To the extent practicable, the Secretary shall provide due process in implementing this section.

(b) Walver.—The Secretary of State may valve the applicability of subsection (a) on a case-by-case basis with respect to an employee if he determines that it is vital to the national security of the United States to do so and he reports such valver to the appropriate committees of the Congress.

SEC ISO REPORT ON EMPLOYMENT OF FOREIGN NA-TIONALS AT FOREIGN SERVICE POSTS ABROAD.

Not later than 6 months after the date of enactment of this Act, the Secretary of State, in consultation with the Secretary of Commerce, the Secretary of Agriculture, the Director of Central Intelligence, the Director of the United States Information Agency, and the Director of the Peace Corps, shall submit to the Congress a report discussing the advisability of employing foreign nationals at foreign service posts abroad (including their access to automatic data processing systems and networks).

SEC. 16a CONSTRUCTION SECURITY CENTIFICATION.

[A] CENTIFICATION.—Before undertaking any new construction or major renovation project in any forcion facility intended for the storage of classified activities, the Secretary of State, after consultation with the Director of Central Intelligence, thall certify to the Committee on Foreign Affairs of the House of Representatives and the Committee on Foreign Relations of the Senate that—

(11) appropriate and adequate steps have been taken to ensure the security of the construction project (including an evaluation of how all security-related factors with respect to such project are being addressed); and

(2) the facility resulting from such project

(A) adequate measures for protecting classified information and national security-related activities; and

(B) adequate protection for the personnel working in the diplomatic facility.

IDI AVAILABILITY OF DOCUMENTARIUS -AUL SEC HE APPLICATION OF TRAVEL RESTRICTIONS documentation with respect to a certification referred to in subsection (a) and any dissenting views thereto shall be available. in an appropriately classified form to the Chairman of the Committee on Foreign Affairs of the House of Representatives and the Chairman of the Committee on Foreign Relations of the Schate

(c) DIRECTOR OF CENTRAL INTELLIGENCE—The Director of Central Intelligence shall provide to the Secretary of State such assistance with respect to the implementation of this section as the Secretary of State may request

(d) DISSENTING VIEWS .- If the Director of Central Intelligence disagrees with the Secretary of State with respect to any project! certification made pursuant to subsection (2), the Director shall submit in writing disagreeing views to the Secretary of State

SEC. IGI. PROTECTION FROM FLTURE ROSTILE IN-TELLIGENCE ACTIVITIES UNITED STATES

Section 205 of the State Department Basic Authorities Act of 1956 (22 U.S.C. 4305) is amended by adding at the end the following:

"idHII After the date of enactment of this subsection, real property in the United States may not be acquired thy sale, lease, or other meanst by or on behalf of the foreign mission of a foreign country described in paragraph (4) U, in the judgment of the Secretary of Desense saster consultation with the Secretary of States, the acquisition of that property might substantially improve the capability of that country to intercept communications involving United States Government diplomatic, military, or intelligence matters.

"121 After the date of enactment of this subsection, real property in the United States may not be acquired thy sale, lease, or other means) by or on behalf of the foreign mission of a foreign country described in paragraph (4) if, in the judgment of the Director of the Federal Bureau of Investigation laster consultation with the Secretary of States, the acquisition of that property might substantially improve the capability of that country to engage in it. elligence aclivities directed egainst the United States Government other than the intelligence aclivities described in paragraph (1).

"(3) The Secretary of State shall inform the Secretary of Defense and the Director of the Federal Bureau of Investigation immediciely upon notice being given pursuant to subsection (a) of this section of a proposed acquisition of real property by or on behalf of the foreign mission of a foreign country described in paragraph (4).

7(4) For the purposes of this subsection, the term 'foreign country' means-

"(A) any country listed as a Communist country in section \$2015) of the Foreign Assistance Act of 1961:

"(B) any country determined by the Secre lary of State, for purposes of section 613) of the Expert Administration Act of 1979, to be a country which has repeatedly provided support for acts of international terrorism: and

"(C) any other country which engages in intelligence activities in the United States which are edverse to the national recurity interests of the United States.

"(5) As used in this section, the term substantially improve' thall not be construed to prevent the establishment of a foreign misston by a country which, on the date of enactment of this section-

"IAI does not have a mission in the United States, or

"(B) with respect to a city in the United States did not maintain a mission in that City. ".

PERSONNEL OF CERTAIN COLN. TRIES AND URGANIZATIONS

(a) AMENDMENT TO FOREIGN MISSIONS ACT. -Title II of the State Department Basic Authornties Act of 1956 122 U.S.C. 4301 et seq.1 as amended by section 128 is further amended by adding at the end the following new section:

THEC. HE APPLICATION OF TRAVEL RESTRICTIONS TO PERSONNEL OF CERTAIN COUN-TRIES AND URGANIZATIONS

"(a) REQUIREMENT FOR RESTRICTIONS. Secretary shall apply the same generally applicable restrictions to the travel while in the United States of the individuals described in subsection (b) as are applied under this title to the members of the missions of the Soviet Union in the United Siales

"IDI INDIVIDUALS SUBJECT TO RESTRIC-TIONS.—The restrictions required by subsection (a) shall be applied with respect to those individuals who las determined by the Secretary are-

"(1) the personnel of an international orcanization, if the individual is a national of any foreign country whose government engages in intelligence activities in the United States that are harmful to the national security of the United States:

12) the personnel of a mission to an international organization, if that mission is the mission of a foreign government that engages in intelligence activities in the United States that are harmful to the national security of the United States; or

(3) the family members or dependents of an individual described in paragraphs (2) and (2):

and who are not nationals or permanent resident aliens of the United States.

'(c) Walvers.—The Secretory, after consullation with the Director of Central Intellisence and the Director of the Federal Bureau of Investigation, may waite application of the restrictions required by subsection tas if the Secretary determines that the national security and foreign policy interests of the United States so require.

"(d) REPORTS.—The Secretary shall transmit to the Select Committee on Intelligence and the Committee on Foreign Relations of the Senate, and to the Permanent Select Committee on Intelligence and the Committee on Foreign Affairs of the House of Representatives, not later than six months after the date of enactment of this section and not later than every six months thereafter, a report on the actions taken by the Secretary in corrying out this section during the pretious six months.

"les Definitions. - For purposes of this sec-

"(1) the term 'generally applicable restrictions' means any limitations on the radius within which unrestricted travel is permitted and obtaining travel services through the auspices of the Office of Foreign Missions for travel elsewhere, and does not include any restrictions which unconditionally prohibil the members of missions of the Soviet Union in the United States from traveling to designated areas of the United Sigles and which are applied as a result of particular factors in relations between the United States and the Soviet Union

12) the term international organization' means an organization described in section 209/6/11/; and

"131 the term 'personnel' includes-

"IA) officers, employees, and any other staff member, and

"IB) any individual who is relained under contract or other arrangement to serve functions similar to those of an officer, employte, or other staff member.

(b) Effictive Date. - Subjection (a) of the section enacted by this section shall take effect 30 days after the dute of enactment this Act

SEC. 161 COUNTERINTELLIGENCE POLYGRAP SCREENING OF DIPLUMATIC SECURIT SERVICE PERSONNEL

(a) IMPLEMENTATION OF PROGRAM .- Unde the regulations issued pursuant to subset tion (b). the Secretary of State shall impli ment a program of counterintelligence poly graph examinations for members of the Dig lomatic Security Service test blished pursi ant to title II of the Diplomatic Securit Acti during fiscal years 1988 and 1989.

(b) REQULATIONS. - The Secretary of State thall issue regulations to govern the pro gram required by subsection (a). Such regu lations shall provide that the scope of the ex aminations under such program, the con duct of such examinations, and the rights of individuals subject to such examination. thall be the same as those under the counter intelligence polygraph program conducted pursuant to section 1221 of the Department of Defense Authorization Act, 1986 (Public Law 99-145).

SEC. ISL UNITED STATES EMBASSY IN BUNGARY,

(a) FINDINGS—The Congress finds that— (1) the full implementation of the security program of a United States diplomatic mission to a Communist country cannot be accomplished if employees of that mission who are citizens of the host country are present in the same facilities where diplomatic and

consular activities of a sensitive nature are performed: 12) the facilities currently housing the offices of the United States diplomatic mission to Hungary are totally inadequate for the proper conduct of United States diplomatic activities, and unnecessarily expose United States personnel and their activities to the scruting of the intelligence services of

the Government of Hungary: (3) the presence of local citizens in a facilily where sensitive activities are performed, as well as their access to certain unclassified administrative information, greatly enhances the ability of the host government's intelligence services to restrict our diplomatte activiti s in that country;

(4) since the United States Government owns a substantial amount of property in Budapest, it is in a unique position to build new facilities which will substantially enhance the security of the United States diplomatic mission to Hungary; and

15) units such as the Navy Construction Battalion are uniquely qualified to conetruct such facilities in an eastern bloc country.

IDI STATEMENT OF POLICY .- It is the sense of the Congress that-

(1) the Department of State thould proceed in a timely fashion to negotiate an agreement with the Government of Hungary to allow for the construction of new chancery facilities in Budepest which would totally segregate sensitive activities from those of on unclassified and public-oriented character; and

121 any such agreement should ensure that the United States Government will have the right to employ only American construction personnel and materials and will have complete control over access to the chancery site from the inception of construction,

Part D-Personnel Matters

SEC. 171. COMBISSION TO STUDY FOREIGN SERVICE FERSONNEL SYSTEM

In consultation with the Committee on Foreign Relations of the Senate, the Commillee on Foreign Affairs and the Committee on Post Office and Civil Service of the House of Representatives, and the exclusive representatives las defined in section. 100219) of the Foreign Scrence Act of 1980).